

**PERMANENT UNIVERSITY FUND**

**Report on Certain Specified Data  
as Required by Texas Government Code Ch. 2101 Subchapter D**

**June 30, 2022**

**This report is available on the UTIMCO website at [www.utimco.org](http://www.utimco.org)**

## **PERMANENT UNIVERSITY FUND**

### **Beneficiaries of the Fund**

The Permanent University Fund (PUF) is a public endowment contributing to the support of institutions of The University of Texas System (UT System) and the Texas A&M University System (A&M System). The Constitution of 1876 established the PUF through the appropriation of land grants previously given to The University of Texas plus one million acres. Additional land grants to the PUF were completed in 1883 with the contribution of another one million acres. Today the PUF contains 2.1 million acres located in 24 counties primarily in West Texas.

### **Responsibility and Management of the Fund**

The State Constitution vests fiduciary responsibility for the PUF with the Board of Regents of The University of Texas System. The Board has entered into a contract with a nonprofit corporation, The University of Texas/Texas A&M Investment Management Company (UTIMCO), for UTIMCO to invest funds under the control and management of the Board. UTIMCO may not engage in any business other than investing funds designated by the Board under the contract. Specific investment decisions are handled by the investment staff as well as unaffiliated investment managers who are employed from time to time.

### **Investment Objectives**

The primary investment objective of the PUF shall be to maximize investment returns within the risk parameters specified in its investment policy statement without regard to the distribution rate. Investment returns are expressed net of all investment-related expenses.

### **Market Value and Book Value of the PUF**

On June 30, 2022 the market value and book value of the PUF was \$30.8 billion and \$26.8 billion, respectively, exclusive of land acreage.

## PERMANENT UNIVERSITY FUND

### Investment Performance of the Ten Largest Stock Holdings – July 1, 2021 through June 30, 2022.

<b>Name</b>	<b>Market Value</b>	<b>Total Return</b>	<b>Percentage of Fund June 30, 2022</b>
TAIWAN SEMICONDUCTOR MANUFACTU	68,072,197.91	-23.55%	0.22%
MICROSOFT CORP	40,487,293.02	-4.41%	0.13%
ALPHABET INC	37,194,687.17	-12.72%	0.12%
ASHLAND GLOBAL HOLDINGS INC	32,208,778.85	19.27%	0.10%
SF HOLDING CO LTD	24,048,927.03	-20.26%	0.08%
JOHNSON & JOHNSON	20,350,182.28	10.51%	0.07%
NOVO NORDISK A/S	19,995,200.34	35.01%	0.06%
AMAZON.COM INC	19,875,569.82	-38.25%	0.06%
EXXON MOBIL CORP	19,427,385.86	42.71%	0.06%
VISA INC	18,797,257.25	-15.23%	0.06%

## Asset Allocation

Asset allocation is the primary determinant in the volatility of the PUF's performance, subject to the asset allocation range as specified by its investment policy statement, and is the responsibility of UTIMCO. The following represents asset allocation at June 30, 2022.

<b>Asset Class</b>	<b>6/30/2022</b>
<b>Global Equity:</b>	
Developed Public Equity	19.7%
Emerging Markets Public Equity	7.0%
<i>Total Public Equity</i>	<b>26.7%</b>
Directional Hedge Funds	6.5%
Private Equity	28.3%
<b>Total Global Equity</b>	<b>61.5%</b>
<b>Stable Value:</b>	
Investment Grade Fixed Income	3.9%
Long Treasuries	1.1%
Credit-Related Fixed Income	0.1%
<i>Total Fixed Income</i>	<b>5.1%</b>
Cash	1.4%
Stable Value Hedge Funds	10.2%
<b>Total Stable Value</b>	<b>16.7%</b>
<b>Real Return:</b>	
Inflation Linked Bonds	1.9%
Commodities	0.0%
Natural Resources	5.2%
Infrastructure	2.9%
Real Estate	7.9%
<b>Total Real Return</b>	<b>17.9%</b>
Strategic Partnerships	3.9%
<b>Total All Asset Classes</b>	<b>100.0%</b>

## Economically Targeted Investments

The PUF invests in various private equity funds which are considered economically targeted investments. Economically targeted investments means an investment in which at least 50% of the total investment is allocated to economic development within the state of Texas or investment in businesses or entities located within the state of Texas. These private equity investments are made through internally created investment pools.

The following is the market value of PUF's proportionate share of these investments:

<u>Investment Name</u>	<u>Market Value</u>
AUSTIN VENTURES IX LP	\$ 1,154,843
AUSTIN VENTURES VIII LP	1,468
AUSTIN VENTURES X LP	2,064,278
DIRECT INVESTMENT #1	6,930,857
DIRECT INVESTMENT #2	13,038,008
DIRECT INVESTMENT #3	97,782
DIRECT INVESTMENT #4	10,149,010
ENCAP ENERGY CAPITAL FUND VII LP	215,061
EQT INFRASTRUCTURE IV CO-INVESTMENT A SCSP	22,000,002
ESCALATE CAPITAL I LP	259,567
PBC AUSTIN 2021 EQUITY I LP	3,429,292
PENNYBACKER III LP	2,219,939
PENNYBACKER IV LP	23,310,827
PTV SCIENCES II LP	102,336
ROX II MED CENTER LP	4,025,813
SANTÉ HEALTH VENTURES II LP	14,527,797
SCF-IX LP	30,738,337
SCF-V LP	22,543
SCF-VII (A) LP	1,026,067
SCF-VII LP	8,894,350
SCF-VIII LP	19,358,246
SERVE OPPORTUNITIES FUND I LP	93,769,011
SOUTHWEST OPPORTUNITY PARTNERS LP	57,402
TEAKWOOD CAPITAL III (CO-INVESTMENT) LP	9,209,609
TEAKWOOD CAPITAL III LP	18,393,462
VISTA EQUITY ENDEAVOR FUND II LP	29,700,096
VISTA EQUITY PARTNERS FUND VII LP	124,884,083
	<u>\$ 439,580,086</u>